

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE

IN THE MATTER OF THE PETITION OF)	
DELAWARE DIVISION OF THE PUBLIC)	
ADVOCATE TO REDUCE THE RATES OF)	
REGULATED UTILITIES AS A RESULT)	PSC DOCKET NO. 17-1240
OF THE TAX CUTS AND JOBS ACT OF)	
2017'S REDUCTION IN CORPORATE)	
INCOME TAXES AND OTHER TAX)	
CHANGES (Filed December 27, 2017))	

ORDER NO. 9177

AND NOW, this 1st day of February, 2018, the Delaware Public Service Commission (the "Commission") determines and orders the following:

WHEREAS, on January 16, 2018, the Commission approved the Division of the Public Advocate's ("DPA") petition to order all rate-regulated utilities in Delaware except Delmarva Power & Light Company ("Delmarva") to file estimates of their determination of the Tax Cuts and Jobs Act of 2017's ("2017 Tax Act") effects on their cost of service for the most recent test year available (including new rate schedules) and propose procedures for changing rates to reflect those impacts on or before March 31, 2018; and

WHEREAS, the Commission further approved the DPA's request to address the effects of the 2017 Tax Act on Delmarva in Delmarva's currently-pending rate cases; and

WHEREAS, to ensure that the customers of these regulated utilities obtain all of the benefits that the 2017 Act's corporate tax rate reduction ultimately provides, and to avoid any claims of retroactive ratemaking at the time that revised rates are ultimately placed into effect;

**NOW, THEREFORE, IT IS HEREBY ORDERED BY THE AFFIRMATIVE VOTE OF
NOT FEWER THAN THREE COMMISSIONERS:**

1. That, effective February 1, 2018, all Delaware rate-regulated public utilities shall accrue regulatory liabilities reflecting the Delaware jurisdictional revenue requirement impacts of the changes in the federal corporate income tax laws. This regulatory accounting recognition of cost of service will serve to protect the interests of customers until such time as the federal tax benefits are appropriately reflected in customers' rates and will avoid retroactive ratemaking.

2. The Commission reserves the jurisdiction and authority to enter such further Orders in this matter as may be deemed necessary or proper.

BY ORDER OF THE COMMISSION:

Chairman

Commissioner

Commissioner

Commissioner

Commissioner

ATTEST:

Secretary